
Introduced by Senators Denham and Scott

February 17, 2005

An act to amend Section 11521.6 of the Insurance Code, relating to annuities.

LEGISLATIVE COUNSEL'S DIGEST

SB 381, as introduced, Denham. Charitable annuities: exemptions.

Existing law allows certain organizations and persons, known as grants and annuities societies, to receive transfers of property, conditioned upon their agreement to pay an annuity to the transferor, after obtaining a certificate of authority from the Insurance Commissioner. Existing law exempts a grants and annuities society from specified regulatory requirements if it also holds a certificate of authority as an insurer from the commissioner.

This bill would add regulatory provisions relating to the maintenance of reserves, the filing of agreements with the commissioner, annuity agreement terms, and the transaction of variable annuities, to the provisions from which a grants and annuities society is exempt if it also holds a certificate of authority as an insurer.

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 11521.6 of the Insurance Code is
2 amended to read:
3 11521.6. Nothing contained in Section 11521, 11521.1,
4 11521.2, ~~or~~ 11521.4, 11522, 11523.6, or subdivision (e) of
5 Section 11523 shall apply to any grants and annuities certificate
6 holder that also holds a certificate of authority pursuant to Article

- 1 3 (commencing with Section 699) of Chapter 1 of Part 2 of
- 2 Division 1.

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